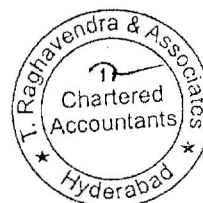




LIMITED REVIEW REPORT FOR THE QUARTER ENDED 31st DECEMBER 2012

- 1) We have reviewed the accompanying statement of un-audited financial results of Bartronics India, Hyderabad for the quarter ended 31st December 2012. This statement is the responsibility of the Company's Management and has been approved by the Board of Directors/ Committee of Board of Directors. Our responsibility is to issue a report on these financial statements based on our review.
- 2) We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, "Review of Interim Financial Information performed by the Independent Auditor of the Entity" issued by the Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free of material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provide less assurance than an audit. We have not performed an audit and accordingly, we do not express an opinion.
- 3) We did not carry out a review of the consolidated results of the Company.
- 4) We invite attention to Note 2 forming part of the Statement which sets out the proposed plan of the Company with regard to Foreign Currency Convertible Borrowings aggregating to Rs. 27,419.50 lakhs as at December 31, 2012 that fell due for redemption on February 4, 2013 and the uncertainty to fulfill the obligation. We have received a representation from the Management stating that the company has initiated discussions with bondholders and in this regard has appointed a consultant to assess all the options available with the company and finalize best suited approach in order to address the maturity. The company is in the process of arriving at a consensus with the bond holders shortly. In this regard the company has also informed Reserve Bank of India (RBI) on the required six months of extension to the maturity of bonds in order to complete the negotiations and arrive at a consensus with bondholders.
- 5) Attention is also invited to the following:
 - a) Note 3 forming part of the Statement regarding Trade Receivables aggregating to Rs. 88,753 lakhs (including Rs. 80,188 lakhs relating to the period prior to Sep 30th, 2012) and in respect of which no provision has been made. In the absence of the required information, we are unable to form an opinion on the recoverability if the same.





T. RAGHAVENDRA & ASSOCIATES

Chartered Accountants

No. 22, Krishna Apartments, 5th Floor,
Tilak Road, Abids, Hyderabad - 500 001.

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- b) As a corollary to our comments in paragraph 5 (a) above, in view of the absence of realisation of export proceeds and the continuing recording of sales to defaulting and other customers, we are unable to comment on the appropriateness of:

the recorded revenue of Rs. 6,736 lakhs for the Quarter ended December 31, 2012 and

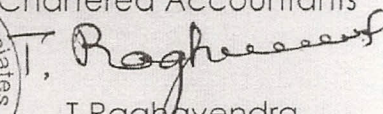
the related net foreign exchange translation gain / loss arising on translation of quarter end receivables included in Other Income aggregating to a net gain / loss of Rs. 2,600.93 lakhs for the quarter ended December 31, 2012.

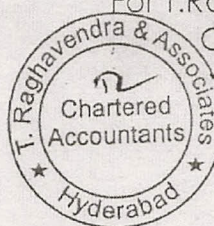
- c) Note 4 forming part of the financial statements regarding uncertainties relating to the MCD - Aapke Dwar project.

- 6) One of the Creditors of the Company has filed a winding up petition in the High Court of A.P. which is pending for final hearing.

- 7) Based on our review conducted and subject to observations as stated above, nothing has come to our attention that causes us to believe that the accompanying statement of un-audited financial results prepared in accordance with applicable accounting standards and other recognised accounting practices and policies has not disclosed the information required to be disclosed in terms of Clause 41 of the Listing Agreement including the manner in which it is to be disclosed, or that it contains any material misstatement.

- 8) Further we also report that we have traced the number of shares as well as the percentage of shareholding in respect of aggregate amount of public shareholding and the number of shares as well as the percentage of shares pledged/ encumbered and non-encumbered in respect of the aggregate amount of the promoters and promoter group shareholding in terms of clause 35 of the Listing Agreements from the details furnished by the Management and the particulars relating to undisputed investor complaints from the details furnished by the Registrars.

For T.Raghavendra & Associates
Chartered Accountants

T.Raghavendra
Mem No. 023806



Place: HYDERABAD
Date : 13-02-2013